Poco Graphite

300 Oid Greenwood Road Decatur, Texas 76234 USA (940) 627-2121 800-433-5547

www.poco.com

January 8, 2003 (revised 1/23/03)

Ms. Suzanne Schuyler-Hayes
Office of International Programs
U.S. Nuclear Regulatory Commission
OWFN, Mail Stop 4E21 (Room 4E14)
11555 Rockville Pike
Rockville, MD 20852

Ms. Schuyler-Hayes,

Effective January 29, 2003, NRC Export License XMAT0400 issued to Poco Graphite, Inc. will expire.

Poco Graphite respectfully requests an extension of the existing license for a period of two (2) years. I am enclosing a company check in the amount of \$9,900.00 to cover the cost of the extension.

I would ask that the following changes/additions be made to the license extension:

- 1. Add an additional 1,500 short tons to the license (1,360,791 kg; 3,000,000 lbs.)

 Sales through Poco Graphite's warehouses in France and Singapore have increased to the point where I anticipate shipping approximately 600,000 pounds in the year 2003 (with 10%-15% increases each year thereafter). As of January 1, 2003, only 585,984 pounds were available to ship on XMAT0400.
- 2. Increase the maximum allowable size of individual shipments to 54,000 kgs.

 The size of replenishment orders for Poco Graphite's warehouse in France have reached the point where multiple container shipments would be advantageous. An increase to 54,000 kgs, would permit shipping three containers at one time.
- 3. Add one specific company located in Moscow, Russia to the license. The company specifics are:

Charmilles Diffusion Sheremetievskaya ul 47 127521 Moscow, Russia

Telephone: 7 095 219 9604 Fax: 7 095 232 3625

Charmilles Diffusion is the official distributor for Charmilles Mikron Machinery.

Prior license extensions have been subject to Poco Graphite's representative in Singapore obtaining an import/export ICDV Certificate issued by the Trade Development Board of Singapore. I am including a faxed copy of the new Certificate that I received today, January 23rd. (The Certificate was issued for a period of two years.) I will forward a copy of the original to you immediately upon my receipt of the certificate from Singapore.

Thank you for your assistance in obtaining this license extension. If you have any questions concerning this request, please contact me at (940) 393-4226 or mscobee@poco.com.

Regards,

Michael W. Scobee

Export Manager, Poco Graphite, Inc.

NRC No. XMAT0400 – Poco Graphite, Inc. has applied for an amendment of its existing license which authorizes export to various countries of bulk nuclear grade graphite for non-nuclear uses to: 1) increase the total amount authorized for export to all countries combined from 750 short tons (680,385 kilograms) to 1,500 short tons (1,360,791 kilograms); 2) increase the maximum for individual shipments from 18,000 kilograms to 54,000 kilograms; 3) add Charmilles Diffusion, a Russian manufacturer and distributor, as another party to the export; and 4) extend the expiration date from January 29, 2003 to January 29, 2005.

Drafted: NP/NE:R.DeXasarre 06-03-03 647 3978

Cleared:

NP/NE – A. Burkart L/NP – K. McManus DOD/OSD/PP-J.Mentz DOE/NN-43 – N. Breland DOC/BIS/NMT – S. Clagett

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HRC FORM 250

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United States of America

Nuclear Regulatory Commission

NRC LICENSE NO.

XMAT0400 Amendment No. 01 Page 1 of 2

Pursuant to the Atomic Energy Act of 1954, as amended, and the Energy Reorganization Act of 1974 and the regulations of the Nuclear Regulatory Commission issued pursuant thereto, and in reliance on statements and representations heretofore made by the licensee, a license is hereby issued

to the licensee authorizing the export of the materials and/or production or utilization facilities listed below, subject to the terms and conditions herein.

LICENSEE

ULTIMATE CONSIGNEE IN FOREIGN COUNTRY

Poco Graphite, Inc. 300 Old Greenwood Road Decatur, Texas 76234

Attn: M. Scobee

For use in the following 23 countries only: Austria, Belgium, Canada, Czech Republic, Denmark, Finland, France, Germany, Great Britain, Greece, Ireland, Italy, Japan, Luxembourg, The Netherlands, New Zealand, Portugal, Romania, Singapore, Spain, Sweden, Switzerland and Taiwan (For use by small businesses for various general non-nuclear commercial and industrial applications).

INTERMEDIATE CONSIGNEE IN FOREIGN COUNTRY

Poco Graphite S.A.R.L.
Parc D'Affaires Silic; 1, Rue Des Vergers
Limonest, France 69760

OTHER PARTIES TO EXPORT

NONE

APPLICANT'S REF. NO.

Ltr. Dtd. 12/31/01

COUNTRY OF ULTIMATE DESTINATION

See Abeve

QUANTITY

DESCRIPTION OF MATERIALS OR FACILITIES

The licensee is authorized to export 680,385.0 (750.0 short tonnes) Nuclear Grade Graphite. The following conditions apply:

(1) Individual pieces of graphite may not weight more than 700 kilogram; (2) Individual shipments may not exceed 18,000.0 kilograms; (3) Re-exports to ASEAN countries i.e., Brunel, Indonesia, Malaysia, Philippines and Thalland, permitted under Singapore IDVC, be limited to: (a) articles manufactured for non-nuclear end uses, or (b) general license quantities if bulk block or rod form.

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Neither this license nor any right under this license shall be assigned or otherwise transferred in violation of the provisions of the Atomic Energy Act of 1954, as amended and the Energy Reorganization Act of 1974.

This license is subject to the right of recapture or control by Section 108 of the Atomic Energy Act of 1954, as amended and to all of the other provisions of said Acts, now or hereafter in effect and to all valid rules and regulations of the Nuclear Regulatory Commission.

THIS LICENSE IS INVALID UNLESS SIGNED BELOW BY AUTHORIZED NRC REPRESENTATIVE

Janice Dunn Lee, Director Office of International Programs

DATE OF ISSUANCE

February 5, 2002

Continued from Page 1

XMAT0400 Amendment No. 01 Page 2 of 2

DESCRIPTION OF MATERIALS OR FACILITIES:

The license is amended to 1) extend the expiration date from 01 February 2002 to 29 January 2003; and 2) change licensee address from 1601 South State Street, Decatur, Texas 76234 to 300 Old Greenwood Road, Decatur, Texas 76234.

All other conditions remain unchanged.